M5 - HOW TO DO TIME VALUE CALCULATIONS ON SCIENTIFIC CALCULATORS

WHAT THINGS STAND FOR ON THE CALCULATOR:

N = total number of compounding/payments

l% = yearly interest

PV = present value

PMT = payments

FV = future value

P/YR = payments per year

C/YR = compoundings per year is the same as P/yr and will come up the same automatically after entering P/yr

SOLVING:

APPS → FIN (1st choice) → TVM SOLVER (1st choice)

TVM SOLVER → now enter info (Note: when you have a FV amount, it must be entered as a negative)

Then exit (2nd + quit) and go back to $\overrightarrow{APPS} \longrightarrow FIN$ and choose 2-6 (whichever you are solving for),

ENTER to solve → ENTER again to see answer

AICPA ACCOUNTING PROGRAM FOR BUILDING THE PROFESSION: